

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

200 W. Washington, Suite 301
Indianapolis, IN 46204
(317) 233-0696
<http://www.in.gov/legislative>

FISCAL IMPACT STATEMENT

LS 6818

BILL NUMBER: SB 338

NOTE PREPARED: Jan 29, 2008

BILL AMENDED:

SUBJECT: Electronic Registration and Titling of Vehicles.

FIRST AUTHOR: Sen. Merritt

FIRST SPONSOR: Rep. Duncan

BILL STATUS: As Passed Senate

FUNDS AFFECTED: **GENERAL**
 X DEDICATED
 FEDERAL

IMPACT: State

Summary of Legislation: This bill authorizes the Bureau of Motor Vehicles (BMV) to establish a program for the electronic registration and titling of vehicles. It authorizes the Bureau of Motor Vehicles Commission (BMVC) to establish a service charge by resolution for a transaction performed by means of the electronic registration and titling program. It makes conforming amendments and technical corrections.

Effective Date: July 1, 2008.

Explanation of State Expenditures: The electronic registration and titling of vehicles program will occur between the vendors (dealers) and the BMV. Much, if not most, of the costs involved in the program will be the responsibility of the service providers and vendors. The costs to the state will depend, in large part, on how much of the costs are shifted. Additional costs to the state from this bill are expected to be limited.

The proposal provides for a service fee not to exceed \$1.25 for a BMV transaction performed by means of the electronic registration and titling program.

Adopting rules will be conducted under current rule-making procedures and will have no fiscal impact.

Background Information: The BMV reports the following costs on a per-vehicle registration: (a) \$1.72 for mail-in; (b) \$1.81 for online; and (c) \$6.44 for in-branch transactions. The fund affected is the Motor Vehicle Highway Account, which supports the BMV.

The BMV issued just under 1.9 million driver's licenses in CY 2006 and registered approximately 6.4 million vehicles of all types.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: BMV; BMVC.

Local Agencies Affected:

Information Sources: BMV data for CY 2006.

Fiscal Analyst: James Sperlik, 317-232-9866.